STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF MARCH 31, 2007

	March-07					December-06				September-06				Current FYTD	Prior Year FY06	3 Years Ended 6/30/2006	5 Years Ended 6/30/2006
		Allocation		Quarter	Month		Allocation		Quarter		Allocation		Quarter				
	Market Value	Actual	Policy	Net ROR	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																	
Structured Growth																	
Los Angeles Capital	136,193	3.3%	3.4%	3.86%	0.72%	132,829	3.3%	3.4%	7.40%	126,362	3.3%	3.4%	1.60%	13.32%	11.12%	N/A	N/A
Total Structured Growth	136,193	3.3%	3.4%	3.86%	0.72%	132,829	3.3%	3.4%	7.40%	126,362	3.3%	3.4%	1.60%	13.32%	11.12%	12.01%	-0.32%
Russell 1000 Growth				1.19%	0.54%				5.93%				3.94%	11.40%	6.12%	8.35%	-0.76%
Structured Value																	
LSV	135,614	3.3%	3.4%	2.37%	2.03%	147,026	3.7%	3.4%	8.09%	139,232	3.6%	3.4%	4.90%	16.08%	15.05%	21.14%	12.22%
Russell 1000 Value				1.24%	1.55%				8.00%				6.22%	16.14%	12.10%	15.70%	6.89%
Russell 1000 Enhanced Index																	
LA Capital	273,290	6.7%	6.8%	1.64%	0.67%	278,602	6.9%	6.8%	7.67%	252,049	6.5%	6.8%	3.71%	13.50%	11.58%	N/A	N/A
Russell 1000				1.21%	1.04%				6.95%				5.06%	13.72%	9.08%	N/A	N/A
S&P 500 Enhanced Index																	
Westridge	292,823	7.2%	6.8%	0.75%	1.16%	280,709	7.0%	6.8%	6.86%	269,141	6.9%	6.8%	5.75%	13.85%	8.77%	N/A	N/A
S&P 500				0.64%	1.12%				6.70%				5.67%	13.46%	8.63%	N/A	N/A
Index																	
State Street	85,259			1.60%	1.54%	98,661			8.03%	93,496			5.78%	16.10%	9.51%	11.47%	2.62%
Total 130/30	85,259	2.1%	2.3%	1.60%	1.54%	98,661	2.5%	2.3%	8.03%	93,496	2.4%	2.3%	5.78%	16.10%	9.51%	11.47%	2.62%
S&P 500				0.64%	1.12%				6.70%				5.67%	13.46%	8.63%	11.22%	2.49%
TOTAL LARGE CAP DOMESTIC EQUITY	923,179	22.6%	22.5%	1.79%	1.11%	937,827	23.4%	22.5%	7.50%	880,279	22.7%	22.5%	4.49%	14.33%	10.95%	13.63%	3.95%
S&P 500				0.64%	1.12%				6.70%				5.67%	13.46%	8.63%	11.22%	2.49%
SMALL CAP DOMESTIC EQUITY																	
Manager-of-Managers																	
SEI	309,526	7.6%	7.5%	2.43%	1.12%	316,884	7.9%	7.5%	8.82%	290,872	7.5%	7.5%	-0.01%	11.45%	13.58%	18.20%	7.84%
Russell 2000 + 200bp				2.45%	1.24%				9.43%				0.94%	13.18%	16.86%	21.06%	10.38%
TOTAL SMALL CAP DOMESTIC EQUITY	309,526	7.6%	7.5%	2.43%	1.12%	316,884	7.9%	7.5%	8.82%	290,872	7.5%	7.5%	-0.01%	11.45%	13.58%	18.20%	7.86%
Russell 2000				1.95%	1.07%				8.90%				0.44%	11.51%	14.58%	18.70%	8.50%
DOMESTIC FIXED INCOME																	
Core Bond																	
Western Asset	794,478	19.5%	19.8%	1.61%	0.01%	889,891	22.2%	22.4%	2.01%	866,502	22.3%	22.4%	4.45%	8.27%	-0.90%	7.36%	8.59%
Lehman Aggregate				1.50%	0.00%				1.24%				3.81%	6.67%	-0.81%	2.05%	4.97%
Mortgage Backed																	
Hyperion	221,904	5.4%	5.2%	N/A	0.92%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)				1.89%													
Core Plus/Enhanced																	
Clifton Group	220,401	5.4%	5.2%	1.91%	0.12%	202,523	5.0%	5.2%	0.66%	199,868	5.2%	5.2%	N/A	N/A	N/A	N/A	N/A
Prudential	219,787	5.4%	5.2%	1.49%	-0.02%	202,804	5.1%	5.2%	1.88%	197,637	5.1%	5.2%	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	440,189	10.8%	10.4%	1.70%	0.05%	405,327	10.1%	10.4%	1.27%	397,505	10.3%	10.4%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				1.50%	0.00%				1.24%				3.81%				
Index																	
Bank of ND	405,272	9.9%	9.8%	1.37%	-0.26%	374,357	9.3%	9.8%	1.31%	381,114	9.8%	9.8%	3.10%	5.89%	-1.14%	1.14%	4.90%
Lehman Gov/Credit (1)				1.47%	-0.17%				1.04%				3.91%	6.53%	-1.52%	1.04%	4.78%
BBB Average Quality																	
Wells Capital (formerly Strong)	789,042	19.3%	19.8%	1.74%	-0.60%	887,351	22.1%	22.4%	1.75%	866,268	22.3%	22.4%	4.60%	8.28%	-2.11%	2.63%	N/A
Lehman US Credit BAA				1.79%	-0.62%				1.49%				4.80%	8.26%	-2.37%	2.63%	N/A
TOTAL DOMESTIC FIXED INCOME	2,650,884	64.9%	65.0%	1.57%	-0.14%	2,556,926	63.7%	65.0%	1.70%	2,511,389	64.8%	65.0%	4.28%	7.73%	-1.39%	6.59%	7.79%
Lehman Aggregate (2)				1.50%	0.00%				1.24%				3.81%	6.67%	-0.81%	1.84%	5.28%
CASH EQUIVALENTS																	
Bank of ND	198,331	4.9%	5.0%	1.32%	0.46%	202,548	5.0%	5.0%	1.32%	194,519	5.0%	5.0%	1.35%	4.04%	4.50%	2.71%	2.42%
90 Day T-Bill				1.25%	0.45%				1.26%				1.33%	3.88%	4.00%	2.37%	2.25%
TOTAL RISK MANAGEMENT FUND	4,081,920	100.0%	100.0%	1.69%	0.27%	4,014,185	100.0%	100.0%	3.54%	3,877,059	100.0%	100.0%	3.91%	9.41%	2.38%	5.46%	4.44%
POLICY TARGET BENCHMARK				1.34%	0.36%				3.02%				3.85%	8.43%	2.71%	5.12%	4.84%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.
(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.